Message Text

UNCLASSIFIED

PAGE 01 STATE 005095

51

ORIGIN ARA-20

INFO OCT-01 ISO-00 PA-04 PRS-01 USIE-00 SAB-01 PM-07

NSC-10 SPC-03 SS-20 RSC-01 SSO-00 NSCE-00 L-03 EB-11

COME-00 FMC-04 DOTE-00 CIAE-00 INR-10 NSAE-00 DODE-00

INRE-00 OMB-01 TRSE-00 H-03 /100 R

DRAFTED BY ARA/PAN:RHECHTMAN:JVC APPROVED BY ARA/PAN:PFMORRIS

----- 063136

O 101345Z JAN 74

FM SECSTATE WASHDC

TO AMEMBASSY PANAMA IMMEDIATE

UNCLAS STATE 005095

E.O. 11652: N/A TAGS: US, PN, PFOR

SUBJECT: WASHINGTON POST ARTICLE

FOLLOWING IS THE ARTICLE BY DAN MORGAN, WASHINGTON POST STAFF WRITER, WHICH APPEARED ON THE FRONT PAGE OF THE WASHINGTON POST, JANUARY 10, 1974 WITH FIVE COLUMN HEADLINE "U.S.-PANAMA AGREE TO RETURN OF CANAL AND ZONE."

- 1. BEGIN QUOTE: THE UNITED STATES AND PANAMA HAVE AGREED IN PRINCIPLE FOR THE FIRST TIME TO BRING AN END TO AMERICAN JURISDICTION OVER THE 53 MILE-LONG PANAMA CANAL AT SOME TO-BE-DETERMINED DATE, GOVERNMENT SOURCES DISCLOSED YESTERDAY.
- 2. "ALTHOUGH THE AGREEMENT IS ONLY PRELIMINARY, OFFICIALS DESCRIBED IT AS A MAJOR STEP TOWARD A FINAL RESOLUTION OF THE PANAMA CANAL QUESTION, WHICH HAS STUMPED NEGOTIATORS OF THE TWO COUNTRIES FOR 10 YEARS.
- 3. "PERHAPS NOT ENTIRELY BY COINCIDENCE, THE AGREEMENT UNCLASSIFIED

UNCLASSIFIED

PAGE 02 STATE 005095

CAME ON THE EVE OF THE 10TH ANNIVERSARY OF ANTI-AMERICAN

RIOTS IN PANAMA WHICH SPOTLIGHTED THE ISSUE AS A POTENTIALLY DANGEROUS PROBLEM FOR U.S. DIPLOMACY.

4. "THE PRELIMINARY ACCORD WAS CONCLUDED BY U.S. ROVING AMBASSADOR ELLSWORTH BUNKER AND PANAMANIAN FOREIGN

MINISTER JUAN ANTONIO TACK. BUNKER RETURNED TO WASHINGTON FROM PANAMA CITY TUESDAY NIGHT AFTER A 41-HOUR VISIT.

- 5. "GOVERNMENT SOURCES SAID THE ACCORD SPELLS OUT A BROAD COMMON STANDPOINT ON MOST BASIC ISSUES, FOR USE BY NEGOTIATORS WHO ARE EXPECTED TO SPEND MONTHS DRAFTING A FINAL AGREEMENT TO REPLACE THE 1903 PANAMA CANAL TREATY
- 6. "U.S. OFFICIALS WITHHELD THE CONTENTS OF THE AGREE-MENTS, BUT THEY INDICATED THAT THE PRINCIPLES COVER SUCH ISSUES AS PANAMANIAN SOVEREIGNTY, AMERICAN PAYMENTS TO PANAMA IN FUTURE YEARS, DEFENSE OF THE CANAL, AND THE POSSIBILITY OF BUILDING A SECOND, WIDER CANAL TO ACCOMMODATE LARGE TANKERS.
- 7. "NO DATE FOR AN EVENTUAL TRANSFER OF THE CANAL TO PANAMA HAS EVER BEEN SPECIFIED AND OFFICIALS BELIEVE THIS DATE IS YEARS AWAY STILL.
- 8. "IT WAS UNDERSTOOD THAT MORE DETAILS MIGHT BE ANNOUNCED AFTER OTHER AGENCIES IN WASHINGTON WITH AN INTEREST IN THE CANAL, SUCH AS THE COMMERCE DEPARTMENT, THE NATIONAL SECURITY COUNCIL AND THE PENTAGON, HAVE HAD A CHANCE TO REVIEW THE PRELIMINARY ACCORD.
- 9. "U.S. OFFICIALS HAVE ALREADY DESCRIBED THE 1903
 PANAMA CANAL TREATY AS AN ANACRONISM. AMONG OTHER
 THINGS, IT GAVE THE UNITED STATES JURISDICTION OVER THE
 533-SQUARE MILE CANAL ZONE 'IN PERPETUITY.' TODAY THE
 ZONE IS AN AMERICAN ENCLAVE IN THE HEART OF LATIN
 AMERICA. TO MANY PERSONS IN THE SOUTHERN HEMISPHERE,
 IT SYMBOLIZES YANKEE ENCROACHMENT.
 UNCLASSIFIED

UNCLASSIFIED

PAGE 03 STATE 005095

10. "LAST YEAR, THE UNITED STATES AGREED THAT THE 1903
TREATY SHOULD BE REPLACED BY A NEW ONE THAT REJECTS THE
CONCEPT OF PERMANENT AMERICAN SOVEREIGNTY OVER THE ZONE,
WHICH HAS A POPULATION OF MORE THAN 44,000 AMERICANS.
THE UNITED STATES TOOK THE POSITION THAT THE ZONE SHOULD
BE ABOLISHED, EXCEPT FOR A SMALL AREA NEEDED BY THE
UNITED STATES TO OPERATE AND DEFEND THE CANAL. IT ALSO

AGREED THAT AMERICAN CRIMINAL AND CIVIL JURISDICTION IN THE ZONE SHOULD BE DROPPED.

11. "ACCORDING TO AMERICAN OFFICIALS, THE PRACTICAL QUESTIONS OF IMPLEMENTING AN AGREEMENT ARE VEXING. SOME 5,000 OF THE 15,000 EMPLOYEES OF THE PANAMA CANAL CO.,

A U.S. GOVERNMENT AGENCY, ARE AMERICANS.

- 12. "SOME AMERICANS LIVING THERE HAVE GRANDPARENTS WHO LIVED AND WORKED THERE. MANY OF THE THIRD GENERATION RESIDENTS FEEL THAT THEIR HOME IS A PART OF THE UNITED STATES.
- 13. "U.S. OFFICIALS SAID A LONG TRANSITIONAL PERIOD FROM AMERICAN TO PANAMANIAN SOVEREIGNTY WOULD BE NECESSARY. SOME SOURCES SAID YESTERDAY THAT THE LENGTH OF THIS PERIOD COULD DEPEND IN PART ON WHETHER A SECOND, OR EVEN THIRD CANAL FROM THE CARIBBEAN TO THE PACIFIC IS BUILT. STUDIES OF THIS POSSIBILITY ARE IN THE PRELIMINARY STAGES IN PANAMA AND NEIGHBORING COUNTRIES.
- 14. "GOVERNMENT OFFICIALS SAID YESTERDAY THAT THE UNITED STATES HAS INDICATED IT IS PREPARED TO INCREASE DRASTICALLY THE TOKEN ANNUITY IT PAYS TO PANAMA FOR THE CANAL, FROM THE FIGURE OF SOMEWHAT MORE THAN \$1 MILLION TO OVER \$20 MILLION.
- 15. "IN A CONCESSION TO PANAMANIAN NEGOTIATORS, THE WHITE HOUSE ANNOUNCED LAST WEEK PLANS TO SEEK LEGISLATION THAT WOULD CEDE TWO AIRFIELDS IN THE CANAL ZONE TO PANAMA. END QUOTE. KISSINGER

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X Capture Date: 01 JAN 1994 Channel Indicators: n/a

Current Classification: UNCLASSIFIED

Concepts: PRESS COMMENTS, AGREEMENTS, AGREEMENT DRAFT, SOVEREIGNTY, LAW, CANALS, ANTIAMERICAN DEMONSTRATIONS,

ANNUITIES, INTERNATIONAL JURISDICTION

Control Number: n/a Copy: SINGLE

Draft Date: 10 JAN 1974 Decaption Date: 01 JAN 1960 Decaption Note:

Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a Disposition Case Number: n/a
Disposition Comment: Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974STATE005095
Document Source: CORE
Document Unique ID: 00
Drafter: RHECHTMAN: IVC

Drafter: RHECHTMAN:JVC Enclosure: n/a Executive Order: N/A Errors: N/A

Film Number: n/a

From: STATE Handling Restrictions: n/a

Image Path: ISecure: 1

Legacy Key: link1974/newtext/t19740150/aaaabvgy.tel

Line Count: 146 Locator: TEXT ON-LINE Office: ORIGIN ARA

Original Classification: UNCLASSIFIED Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a

Page Count: 3

Previous Channel Indicators: Previous Classification: n/a Previous Handling Restrictions: n/a Reference: n/a

Review Action: RELEASED, APPROVED

Review Authority: shawdg Review Comment: n/a Review Content Flags: Review Date: 26 FEB 2002 **Review Event:** Review Exemptions: n/a

Review History: RELEASED <26 FEB 2002 by chappeld>; APPROVED <21-Nov-2002 by shawdg>

Declassified/Released US Department of State EO Systematic Review

Review Markings:

30 JUN 2005

Review Media Identifier: Review Referrals: n/a Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

Secure: OPEN Status: NATIVE

Subject: WASHINGTON POST ARTICLE FOLLOWING IS THE ARTICLE BY DAN MORGAN, WASHINGTON POST

TAGS: PFOR, PBOR, US, PN, WASHINGTON POST, (MORGAN, DAN)

To: PANAMA

Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005